IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

In re application of: Caroline Hoemann Confirmation No.: 2128

Application No.: 10/521,524 Group No.: 1651

Filed: September 20, 2005 Examiner: Davis, Ruth A. COMPOSITION FOR CYTOCOMPATIBLE, INJECTABLE, SELF-

GELLING CHITOSAN SOLUTIONS FOR ENCAPSULATING AND DELIVERING LIVE CELLS OR BIOLOGICALLY ACTIVE FACTORS

MAIL STOP AMENDMENT Commissioner for Patents P.O. Box 1450 Alexandria, VA 22313-1450

RESPONSE TO RESTRICTION REQUIREMENT / AMENDMENT

In response to the Restriction Requirement mailed July 17, 2007 in the above-identified application, Applicant elects Group I (claims 1-30 and 44) drawn to a composition, with traverse. Applicants respectfully submit that the invention has the special technical feature of encapsulating cells in chitosan hydrogels while preserving high levels of cell viability. This feature is absent from prior art.

Applicants also elect, with traverse, cells as the biologically active factor in claim 14.

FEE AUTHORIZATION

Should any fees be associated with the submission be required, the Commissioner is authorized to such deficiencies to our Deposit Account No. 50-0850. Any overpayments should be credited to said Deposit Account.

Date: August 17, 2007 Respectfully submitted,

/Stephen R. Duly/

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